
**The University of
Montana (All Campuses)**

We performed a financial-related audit of The University of Montana (All Campuses) for the two fiscal years ended June 30, 2005. The previous report for the two fiscal years ended June 30, 2003, contained two recommendations. The University implemented both recommendations.

This report contains two recommendations directed to the University. Our recommendations address internal control and compliance with state and federal laws and regulations related to assets held by the foundations and federal grants and contracts.

The listing below serves as a means of summarizing the recommendations contained in the report, the University's response thereto, and a reference to the supporting comments.

Recommendation #1

We recommend the University:

- A. Improve internal communication to ensure all University resources are recorded on the primary accounting records as required by state law, and
- B. Record the School of Health Professions and Biomedical Sciences research endowment grant and the KMSM broadcast frequency exchange on the University's primary accounting records. 9

University Response: Concur. See page A-4

Recommendation #2

We recommend the University establish additional internal control to ensure compliance with federal regulations concerning subrecipient monitoring and technical and performance reporting. 11

University Response: Concur. See page A-4